TERRY PEACH 4/10/2009

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1
               IN THE UNITED STATES DISTRICT COURT
              FOR THE NORTHERN DISTRICT OF OKLAHOMA
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3
     W. A. DREW EDMONDSON, in
     his capacity as ATTORNEY
4
     GENERAL OF THE STATE OF
     OKLAHOMA and OKLAHOMA
5
     SECRETARY OF THE ENVIRONMENT )
     C. MILES TOLBERT in his
6
     capacity as the TRUSTEE FOR
     NATURAL RESOURCES FOR THE
7
     STATE OF OKLAHOMA,
8
                  Plaintiff,
9
                                   ) No. 05-CV-00329-GKF-PJC
                vs.
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     TYSON FOODS, INC, et al.,
11
                  Defendants.
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             VIDEOTAPED DEPOSITION OF TERRY PEACH,
     before the undersigned Certified Shorthand Reporter,
16
     taken on behalf of the Defendants, at the Attorney
17
     General, 313 Northeast 21st Street, Oklahoma City,
     Oklahoma, commencing at 9:06 a.m., on April 10, 2009,
     pursuant to the stipulations of the parties.
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                NICHOLE M. MYERS, RPR, CSR #1704
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23
                  NICHOLS McCLANAHAN REPORTING
                         Two Main Plaza
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                    616 South Main, Suite 302
                   Tulsa, Oklahoma 74119-1261
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1 APPEARANCES 2 ATTORNEY FOR THE PLAINTIFF: 3 MR. TREVOR HAMMONS MR. DANIEL LENNINGTON 4 Assistant Attorney General 313 Northeast 21st Street 5 Oklahoma City, Oklahoma 73105 6 ATTORNEY FOR ODAFF: 7 MR. LARRY H. HARDEN 8 MS. TEENA G. GUNTER Post Office Box 528804 9 Oklahoma City, Oklahoma 73152 10 ATTORNEY FOR TYSON FOODS, INC.: 11 MR. ROBERT GEORGE 12 Senior Counsel, Legal Department 2210 West Oaklawn Drive 13 Springdale, Arkansas 72762 14 ATTORNEY FOR CARGILL: 15 MR. JOHN TUCKER Rhodes, Hieronymus, Jones, 16 Tucker & Gable 100 West 5th Street, Suite 400 17 Tulsa, Oklahoma 74103-4287 18 19 ATTORNEY FOR SIMMONS FOODS: 20 MR. BRUCE WAYNE FREEMAN Conner & Winters 21 4000 One Williams Center Tulsa, Oklahoma 74172-0148 22 23 ATTORNEY FOR PETERSON FARMS: 24 MR. PHILIP HIXON McDaniel, Hixon, Longwell & Acord 25 320 South Boston Avenue, Suite 700 Tulsa, Oklahoma 74103

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1 ATTORNEY FOR GEORGE'S: 2 MS. K. C. DUPPS TUCKER Bassett Law Firm 3 221 North College Fayetteville, Arkansas 72701 4 ATTORNEY FOR CAL-MAINE: 5 6 MR. ROBERT SANDERS Young Williams 7 2000 AmSouth Plaza Post Office Box 23059 8 Jackson, Mississippi 39225 9 **VIDEOGRAPHER:** 10 MR. DAVID FARLEY 11 BALLARD VIDEO PRODUCTIONS, INC. 12 13 14 15 16 STIPULATIONS It is hereby stipulated and agreed by and among 17 18 the parties hereto that the deposition is being taken 19 pursuant to agreement of the parties. 20 It is further stipulated by and among the parties 21 hereto that all objections, except as to the form of 22 the question, are to be reserved until the time of 23 trial. 24 25

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TRANSCRIPT	OF	PROCEEDINGS

VIDEOGRAPHER: We're on the record.

TERRY PEACH,

after having been duly sworn to testify the truth, the whole truth, and nothing but the truth, testified as follows:

DIRECT EXAMINATION

BY MR. SANDERS:

- Q. Mr. Peach, my name is Bob Sanders. I represent the Cal-Maine Defendants in this lawsuit, and I'm going to be the first one to ask you questions this morning. Will you tell us your name and what you do for a living, please.
- A. Yes. Terry Peach and I'm the Oklahoma Secretary and Commissioner of Agriculture.
- Q. Can you tell me just briefly what your work background is?
- A. Yes, sir. I attended school at Oklahoma State University. From there went to teach vocational agriculture in Oklahoma Public School system. Moved back to Northwest Oklahoma and our family farm and ranching operation. Worked there in the oil field business until about 1993. Served from '93 to 2000 as the FSA State Director for USDA. Went back to the farm and ranch for two years and then

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1.

waters of the state or cause water quality violations of the waters of the state."

- Q. All right. That regulation contemplates some lawful runoff or discharge; is that correct?

 MR. HAMMONS: Object to the form.
- A. Yes, it appears it does allow minimal amounts.
- Q. (By Mr. Sanders) Well, it doesn't use the term minimal. It uses the term shall not amount -- shall not result in a significant runoff or discharge of pollutants to the waters; is that correct?
 - A. That's right, yes, sir.
- Q. And then it goes on to state that storage and land application of poultry waste shall not cause a water quality violation to the state -- to the waters of the state; is that correct?
 - A. Yes, sir.

2.3

- Q. All right. Is it correct that it's -referring to that second part of that provision -that you could have some discharge or runoff, but the
 amount of the discharge or runoff might not reach the
 threshold of a water quality violation in the state
 waters; is that correct?
- MR. HAMMONS: Object to the form. Calls for a legal conclusion.

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1	A. That appears to be right, yes, sir.
2	Q. (By Mr. Sanders) All right. That would
3	be consistent with the first part of this provision
4	which says that the you cannot have a discharge or
5	runoff of significant pollution; is that correct?
6	A. Yes.
7	Q. All right. So ODAFF agrees that there is
8	no zero zero runoff or discharge standard for any
9	pollutants that might be associated with chicken
10	litter; is that correct?
11	MR. HAMMONS: Object to the form.
12	Q. (By Mr. Sanders) Or poultry litter?
13	MR. HAMMONS: Object to the form.
14	Q. (By Mr. Sanders) Or turkey litter, I'm
15	sorry.
16	A. Restate the question.
17	Q. So ODAFF agrees and proclaims through its
18	regulations that there is no zero runoff standard for
19	pollutants that are associated or might be associated
20	with chicken litter or turkey litter; is that
21	correct?
22	MR. HAMMONS: Object to the form.
23	A. I guess I would say that it would be
24	common knowledge that zero runoff is impossible.
25	Q. (By Mr. Sanders) And the law doesn't

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1 require zero -- the standard, the legal standard, is 2 not zero runoff or discharge, is it? MR. HAMMONS: Object to the form. 3 4 Α. Yes. 5 (By Mr. Sanders) You're saying that the Q. 6 legal standard is or is not? 7 Is not. Α. 8 Is not a zero. Okay. Q. 9 MR. GEORGE: Mr. Peach, I'm sorry, did you 10 say zero runoff is impossible? I would say common knowledge I would think 11 Α. 12 zero runoff was impossible in any instance. 13 MR. GEORGE: All right. I just couldn't 14 hear you. Thank you. 15 (By Mr. Sanders) All right. Earlier when Q. 16 I said I was going to reserve the questions I was 17 going to go through the animal waste management 18 requirements in the regs and -- in ODAFF regs. 19 you -- are you familiar with the animal waste 20 management plan requirements in the regs? 21 You need to talk to Mr. Parrish. Α. 22 All right. You finally convinced me. 0. 23 think -- they speak for themselves, and I'm not going 24 to go through them. Let me ask you one other 25 question.

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